

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF AMERICAN COMMUNICATIONS	)	
SERVICES OF LOUISVILLE, INC. AND AMERICAN	)	CASE NO.
COMMUNICATIONS SERVICES OF LEXINGTON, INC.	)	97-445
FOR AN ORDER PURSUANT TO KRS 278.300	)	

O R D E R

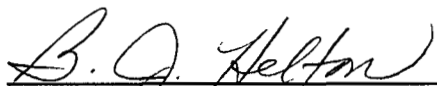
On November 10, 1997, American Communications Services of Louisville, Inc. ("ACSI Louisville") and American Communications of Lexington, Inc. ("ACSI Lexington") (referred to herein collectively as "ACSI") submitted an application pursuant to KRS 278.300 and 807 KAR 5:001, Section 11. The application sought authority to assume indebtedness for the purpose of retirement of certain debt and the continued expansion and operation of ACSI's telecommunications services. In its filing ACSI requested permission to deviate from the requirements of 807 KAR 5:001, Sections 11(1)(a) through 11(1)(e) and 11(2)(a) through (2)(c). Deviation as requested was granted on December 4, 1997.

Having reviewed ACSI's filing, the Commission finds that assumption of the indebtedness is for a lawful object within the corporate purposes of ACSI and is necessary and appropriate for and consistent with the proper delivery by ACSI of its telecommunications services to the public. Further, assumption of the proposed indebtedness will not impair the ability of ACSI to provide its services but instead will enhance its ability to deliver its telecommunications services to the public, and is reasonably necessary and appropriate to accomplish these objectives.

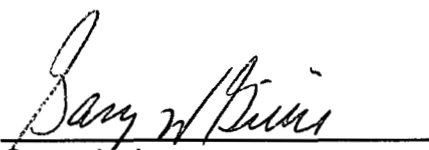
IT IS THEREFORE ORDERED that ACSI's application for permission to undertake the proposed financing is hereby granted.

Done at Frankfort, Kentucky, this 7th day of January, 1998.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director